

# **DSC-3**

## **BASIC ECONOMICS-II**

### **One Mark Questions:**

1. What do you mean by Macro economy?
2. Define macro economy.
3. What do you mean by National Income?
4. What do you mean by Gross National Product? Mention its formula.
5. What do you mean by Net National Product? Mention its formula.
6. What do you mean by Net Domestic Product? Mention its formula.
7. What do you mean by Gross National Product? Mention its formula.
8. What do you mean by per capita income? Mention its formula.
9. What do you mean by personal income? Mention its formula.
10. What do you mean by Real National Income?
11. What do you mean by Nominal National Income?
12. What do you mean by National Income at factor cost? Mention its formula.
13. What do you mean by National Income at market price? Mention its formula.
14. What do you mean by income method of calculating National Income?
15. What do you mean by expenditure method of calculating National Income?
16. What do you mean by Product method of calculating National Income?

### **CHAPTER-2**

1. What do you mean by monetary economy?
2. What do you mean by money?
3. Mention any 2 characteristics of monetary economy.
4. Mention the different motives/purpose of demand for money.
5. What do you mean by transactions motive of demand for money.
6. Mention the components of money.
7. What do you mean by credit creation?
8. Mention any 2 limitations of credit creation.
9. What do you mean by credit contraction?

### **CHAPTER-3**

1. What do you mean by inflation?
2. What do you mean by demand pull inflation?
3. What do you mean by cost push inflation?
4. Mention any 2 causes of inflation.
5. What do you mean by deflation?
6. Mention the formula for calculating inflation.
7. What do you mean by consumer price index?
8. What do you mean by Whole sale price index?

#### **CHAPTER-4**

1. What do you mean by unemployment?
2. What do you mean by structural unemployment?
3. What do you mean by frictional unemployment?
4. What do you mean by disguised unemployment?
5. What do you mean by cyclical unemployment?
6. What do you mean by under unemployment?
7. What do you mean by economic growth?
8. What do you mean by economic development?
9. What do you mean by trade/business cycle?
10. Mention any 2 features of trade/business cycle.
11. Mention the phases of trade/business cycle.
12. What do you mean by recession?

#### **CHAPTER-5**

1. What do you mean by monetary policy?
2. What do you mean by dear money policy?
3. What do you mean by cheap money policy?
4. What do you mean by bank rate policy?
5. What do you mean by repo rate?
6. What do you mean by open market operation?
7. What do you mean by reverse repo rate?

#### **CHAPTER-6**

1. What do you mean by fiscal policy?
2. What do you mean by public finance?
3. What do you mean by private finance?

4. What do you mean by public goods?
5. Mention any 2 features of public goods.
6. What do you mean by public expenditure?
7. What do you mean by public revenue?
8. What do you mean by public debt?
9. What do you mean by budget?

## **CHAPTER-7**

1. What do you mean by poverty?
2. What do you mean by poverty line?
3. Mention any 2 causes of poverty.
4. What do you mean by absolute poverty?
5. What do you mean by relative poverty?
6. Mention any 2 poverty alleviation programmes in India.
7. Expand IRDP and MGNREGS.

## **CHAPTER-8**

1. What do you mean by international trade?
2. What do you mean by absolute cost advantage?
3. What do you mean by comparative cost advantage?
4. What do you mean by terms of trade?
5. What do you mean by balance of payment?
6. What do you mean by balance of trade?
7. What do you mean by foreign exchange?
8. What do you mean by capital account in balance of payment?
9. What do you mean by current account in balance of payment?
10. What do you mean by fixed exchange rate?
11. What do you mean by flexible exchange rate?
12. What do you mean by tariffs?
13. What do you mean by quotas?
14. What do you mean by subsidies?
15. What do you mean by free trade?
16. What do you mean by protection trade?

## **CHAPTER-9**

1. What do you mean by Globalisation?
2. Mention any 2 features of globalization.

